

INTRODUCING the GEORGIA EXTENDED ASSET POOL

What is it?

The Georgia Extended Asset Pool (GEAP) is the new longer-term local government investment pool (LGIP) offered by the Office of Treasury and Fiscal Services (OTFS). The State of Georgia initially started the pool with \$700 million of seed money. The starting unit value for GEAP was \$2. Because of the high credit quality of the portfolio's assets and eligible investments, the fund carries Standard & Poor's highest credit rating of AA+.

How is it different from Georgia Fund 1?

GEAP will maintain a duration between 6 to 18 months; whereas, Georgia Fund 1 has a maximum maturity of sixty days. The duration will vary based on market expectations. Unlike Georgia Fund 1, which maintains a net asset value (NAV) of \$1, GEAP will have a variable NAV. The value of the shares will fluctuate with changes in the market. Fund shares will be valued on a daily basis.

What is Net Asset Value (NAV)?

Net Asset Value is calculated each day by taking the closing market value of all securities owned, plus all other assets (e.g. cash) and subtracting liabilities. The remainder is then divided by the total number of all fund shares outstanding to compute the NAV per share. The NAV is the share price at which fund shares are sold or redeemed.

What type of securities does GEAP invest in?

Similar to Georgia Fund 1, GEAP invests its assets in U.S. Treasury bills, U.S. Treasury notes, securities issued by federal agencies and instrumentalities, bankers' acceptances, and repurchase agreements with highly rated counterparties.

Who Should Invest?

Investors seeking taxable income higher than money market rates and willing to accept price fluctuations. In addition, GEAP will be available only to those local governments and other public entities that have core deposits or reserves available for investment periods of 1 year or longer. GEAP investors must maintain a minimum account balance of \$1,000,000.

How do I get started?

To become an investor in GEAP, please contact OTFS to obtain a copy of the resolution to authorize investment. For additional account information, please ask for Laura Glenn.

(404) 656-2168 or (800) 222-6748